TENNESSEE WASTEWATER SYSTEMS, INC. A PUBLIC UTILITY CO.

T.R.A. DOCKET ROOM

May 13, 2005

Honorable Pat Miller Chairman Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

05-00145

RE: Petition to amend Certificate of Convenience and Necessity

Dear Chairman Miller:

Tennessee Wastewater Systems, Inc. desires to expand its service area to include a portion of Sevier County, Tennessee, known as the Smoky Village Subdivision. The attached Petition is in support of our request.

Sincerely,

Charles Pickney, Jr., President

Tennessee Wastewater Systems, Inc.

7638 River Road Pike Nashville TN 37209-5733 (615) 356-2880 Fax (615) 356-7295

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

| | , 2005 |
|--------|--|
| IN RE: | PETITION OF TENNESSEE WASTEWATER SYSTEMS, INC. TO AMEND ITS CERTIFICATE OF CONVENIENCE AND NECESSITY |
| DO | CKET No |
| | Petition of Tennessee Wastewater Systems, Inc. To amend its Certificate of Convenience and Necessity |

Tennessee Wastewater Systems, Inc. ("TWS") petitions the Tennessee Regulatory Authority ("TRA") to amend TWS's Certificate of Convenience and Necessity to expand its service area to include a portion of Sevier County known as the Smoky Village Subdivision (See proposed service area map Exhibit "A"). We are proposing to provide wastewater service to 28 residential lots in the Smoky Village Subdivision. The system will be designed and constructed to serve 28 homes in the subdivision (approximately 6,000 gallons per day) but could be expanded later if desired. Estimated system revenue is on attached sheet. Also, attached is a letter from D & S Builders expressing their desire for service. We have applied for a TDEC permit, but we have no permit number at this time. No contracts have been signed at this point. However, it is the intention of the parties that Tennessee Wastewater will own the collection, treatment, and dispersal system and will own a permanent easement on the property that the system occupies. Neither the City of Sevierville, nor the Sevier County Government desires or has plans to provide sewer service to this area (See attached letters). The parcel encompasses approximately 11 acres. The property includes parcel 90.02 and is shown on the enclosed Tax Map 4. After approval, the construction of the system, which is comprised of watertight effluent collection, fixed film treatment and subsurface drip dispersal will take approximately 60 days to complete and the estimated value of the contribution in aid of construction is \$100,000.00. (Tennessee Wastewater will not invest any capital in the system).

Respectfully submitted,

Charles Pickney Jr., President

Tennessee Wastewater Systems, Inc.

Smoky Village Subdivision Projected Subdivision Build-Out

2006 - 14 homes

2007 - 7 homes

2008 - 7 homes

2009 -

2010 -

Estimated System Costs and Revenues for Five Years

| | <u>2006</u> | <u>2007</u> | <u>2008</u> | 2009 | <u>2010</u> |
|----------|-------------|-------------|-------------|--------|-------------|
| Costs | 5,450 | 8,150 | 10,850 | 10,850 | 10,850 |
| Revenues | 5,900 | 8,850 | 11,800 | 11,800 | 11,800 |

| System | | Monthly Charge |
|---|----------------------------|--------------------------|
| Oakwood Subdivision - Maury County - 99-0039 | 3 - Sheet 1 | \$35.11 |
| Southridge Subdivision – Montgomery County – 97-01104 - Sheet 2 | | |
| Swan Harbor – Roane County – 97-01003 – Sheet | 3 | \$35 11 |
| River Road Utility District – Cheatham County – 9 | 97-01394 – Sheet 4 | \$31.15 |
| Milcrofton Utılity District – Williamson County – | 97-01393 – Sheet 5 | \$37.21 |
| Tall Oaks Subdivision – Blount County – 98-0079 | 0 - Sheet 6 | \$35.11 |
| Yoakum Hollow Dev. (Windsor Pt) – Campbell C | ounty – 98-00881 – Sheet 7 | \$35.11 |
| Shreibman Development - Cannon County - 98-0 | 0880 – Sheet 8 | \$35.11 |
| Cornerstone of Mitchell Creek – Overton County - | - 99-00357 – Sheet 9 | \$35.11 |
| Bolton Area – Shelby County - 99-00724 – Sheet 10 | | |
| Ussery #1- Sevier County – 00-00198 – Sheet 11 | | \$35.11 |
| Harbor Pointe – Dekalb County – 00-00149 - She | et 12 | \$35.11 |
| Hidden Springs Resort – Sevier County – 00-0037 | 9 - Sheet 13 | \$35.11 |
| Eagle Crest Development – Sevier County – 01-00234 – Sheet 14 | | |
| Legacy Bay – Hawkins County – 00-00622 - Sheet 15 | | |
| Dollywood Project (Dream Catcher Ridge) - Sevie | 6 \$35.11 | |
| Homestead Subdivision – Sevier County – 01-00423 – Sheet 17 | | \$35.11 |
| Rice Property (Blue Water Bay) – DeKalb County | - 01-00425 - Sheet 18 | \$35.11 |
| East Stewart – Stewart County – 01-00229 | Lagoon – Sheet 19 | \$30.98 et 20 \$35.11 |
| Fixed Film Treatment – Sheet 20 Fees: Nonpayment – 5%, Disconnection - \$10, Reconnection - \$15, Return Check - \$20, Access - \$84/yr | | |

| System | N | Ionthly Charge |
|---|--|---|
| Eagle Springs Subdivision – Sevier County – 01-00445 | 5 – Sheet 21 | \$35.11 |
| Jackson Bend Subdivision – Blount County - 01-0022 | 1 – Sheet 22 | \$35 11 |
| Browning Subdivision – Knox County – 01-00492 – Sh | neet 23 | \$35.11 |
| Starr Crest II – Sevier County - 01-00755 – Sheet 24 | | \$35.11 |
| | xed Film Treatment – Sheet 26 | \$30.98 + Franchise fee \$35.11 + Franchise fee |
| Horseshoe Bend – Bedford County – 01-01025 – Sheet | 27 | \$35 11 |
| Eagle Crest II - Sevier County - 01-01128 - Sheet 28 | | \$35.11 |
| Eagle Crest Resort – Sevier County – 01-00183 – Sheet | t 29 | \$35.11 |
| Gnatty Branch Retreat – Sevier County – 02-00055 – Sl | heet 30 | \$35.11 |
| Airbase Road Condominiums – Blount County – 02-00 | 0478 - Sheet 31 | \$35.11 |
| Goose Creek Area -Williamson County – 02-00172 – L Fix | cagoon - Sheet 32 ked Film Treatment – Sheet 33 | \$35.50 \$40.71 |
| Falling Waters – Sevier County – 02-00782 – Sheet 34 | | \$35.11 |
| Stewart County West – Stewart County – 02-00477 - Si | heet 35 | \$35.11 |
| Lighthouse Point Condominiums – Jefferson County – (| 02-00732 – Sheet 36 | \$35.11 |
| The Highlands – Sevier County – 02-00781 – Sheet 37 | | \$35 11 |
| Highland Cove - Dekalb County - 03-00242 - Sheet 38 | 3 | \$35.11 |

Fees: Nonpayment – 5%, Disconnection - \$10, Reconnection - \$15, Return Check - \$20, Access - \$84/yr

| System | Ionthly Charge |
|--|--|
| Tims Ford State Park Area-Franklın County - 03-00286 - Lagoon – Sheet 39 | 30.98 + |
| Fixed Film Treatment – Sheet 40 | bonding costs 35.11+ bonding costs |
| Black Bear – Sevier County – 03-00192 – Sheet 41 | \$35.11 |
| Sunnybrook – Robertson County – 03-00307 – Sheet 42 | \$35.11 |
| Sevier County – Sevier County – 03-00045 Lagoon – Sheet 43 Fixed Film Treatment – Sheet 44 | \$30.98 \$35.11 |
| Smoky Cove Subdivision – Sevier County – 03-00377 – Sheet 45 | \$35.11 |
| King Branch Road – Sevier County – 03-00386 – Sheet 46 | \$35.11 |
| Paris Landing - Henry County - 03-00544 - Lagoon Treatment - Sheet 47 Fixed Film Treatment - Sheet 48 | \$30.98 \$35.11 |
| Walnut Grove – Giles County - 04-00054 – Sheet 49 | \$35.11 |
| Turner's Landing – Hamblen County – 04-00053 – Sheet 50 | \$35.11 |
| Spring Creek Ranch – Shelby County – 04-00123 - Sheet 51 | \$35.11 |
| Marion Womack Property (Creekview Estates) – Sumner County – 04-00170 – S | Sheet 52 \$35.11 |
| Arbor Crest Subdivision – Davidson County – 04-00171 – Sheet 53 | \$35.11 |
| Merril Taylor Subdivision – Blount County - 04-00274 – Sheet 54 | \$35.11 |
| Wyndsong Subdivision – Blount County – 04-00395 | \$35.11 |
| Huffines Development – Robertson County – 04-00393 | \$35.11 |
| Williamson County West - Williamson County - 04-00394 Lagor Fixed Film Treatmen | |

Fees: Nonpayment – 5%, Disconnection - \$10, Reconnection - \$15, Return Check - \$20, Access - \$84/yr

| System | Monthly Charge |
|---|-----------------------|
| Trillium Cove Condominiums – Blount County – (Pending) | \$35.11 |
| Marvin Keys RV Park - Cocke County - (Pending) | \$35.11 |
| Blackberry Ridge Subdivision – Bedford County – (Pending) | \$35.11 |
| Steve Jones Subdivision – Union County – (Pending) | \$35.11 |
| Grainger's Landing Condominiums – Grainger County – (Pending) | \$35.11 |
| German Creek Marina and Resort – Grainger County – (Pending) | \$35 11 |
| Smoky Village Subdivision – Sevier County | \$35.11 |

Fees: Nonpayment – 5%, Disconnection - \$10,

Reconnection - \$15, Return Check - \$20, Access - \$84/yr

FROM

D&S Builders

P.O. Box 523
Pigeon Forge, TN 37868
865-453-5713

Alex Davis Smoky Village Subdivision Kodak, Tennessee

Mike Hines Tennessee Waste Water Systems PO Box 22771 Knoxville, TN 37933

RE: Smoky Village

April 27, 2005

As the developer/owner of Smoky Village Subdivision, located in Kodak. TN, we would like Tennessee Waste Systems to be our sewer provider.

Thank you,

Alex Davis

ROGO



Office of the Mayor

April 22, 2005

Michael Hines Tennessee Wastewater Systems Inc. P. O. Box 22771 Knoxville, TN 37933

Dear Mr. Hines:

At this time, the City of Sevierville does not have any plans to extend sewer to the property located on Parcel 90.02, Tax Map 4, nor do I have knowledge of any future plans to extend sewer to this area. If I can be of any further help, please do not hesitate to contact me.

Sincerely,

CITY OF SEVIERVILLE

ryan C. Attelley (800

Bryan C. Atchley

Mayor

BCA/bsw

125 Court Avenue

Sevierville, TN 37862

Suite 201E

Telephone 865.453.6136 Fax 865.453.6830 E-mail: lwaters@seviercountytn.org

Larry Waters County Mayor

April 27, 2005

Mr. Michael Hines 1920 Breezy Ridge Trail Concord, Tennessee 37922

Dear Mr. Hines,

I have reviewed your letter dated April 6, 2005 concerning sewer services to to the proposed Smoky Village Development in Sevier County. The area you have identified is parcel 90.02, Tax Map 4. Sevier County has no plans to provide sewer services to the identified property within the next twelve months. If you should have further questions, please call me.

Sincerely,

Larry Waters **County Mayor**

LW/sm

CONCROLLED TO THE PARTY OF THE

SHADY GROVE UTILITY DISTRICT

Of Jefferson & Sevier Counties, Tennessee P.O. Box 830 DANDRIDGE, TN 37725-0830

April 8, 2005

Tennessee Wastewater Systems, Inc. P. O. Box 22771 Knoxville, TN 37933-0771

To Whom It May Concern:

This is to advise that Shady Grove Utility District is strictly a water distribution system and we have no plans to provide sewer service to any property in our district.

If you have additional questions, please let me know.

Sincerely,

Mike Jones, Manager

Shady Grove Utility District

MJ/bh

COMMISSIONERS

Nancy Humbard Kent Thomas John Orr MANAGER Mike Jones